

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 2
(MC2014-22)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2014-37

**NOTICE OF UNITED STATES POSTAL SERVICE OF
AMENDMENT TO PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 2,
WITH PORTIONS FILED UNDER SEAL
(May 29, 2015)**

The Postal Service hereby provides notice that the prices under Priority Mail Express, Priority Mail & First-Class Package Service Contract 2, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Express, Priority Mail & First-Class Package Service Contract 2 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective one business day after the day that the Commission completes its review of this filing.

The supporting financial documentation and a certified statement, as required by 39 C.F.R. § 3015.5, are also included with this filing. The Postal Service's original application for non-public treatment in this docket is hereby incorporated by reference for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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Chief Counsel, Pricing and Product Support

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May 29, 2015

ATTACHMENT A

**REDACTED AMENDMENT TO PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 2**

**AMENDMENT 2 OF
SHIPPING SERVICES CONTRACT
BETWEEN
THE UNITED STATES POSTAL SERVICE
AND**

[REDACTED]

**REGARDING PRIORITY MAIL EXPRESS, PRIORITY MAIL
AND
FIRST-CLASS PACKAGE SERVICE**

WHEREAS, the United States Postal Service ("the Postal Service") and [REDACTED] ("Customer") entered into a shipping services contract regarding Priority Mail Express, Priority Mail and First-Class Package Service on February 27, 2014.

WHEREAS, the Parties desire to amend the contract by replacing Section I.G in its entirety.

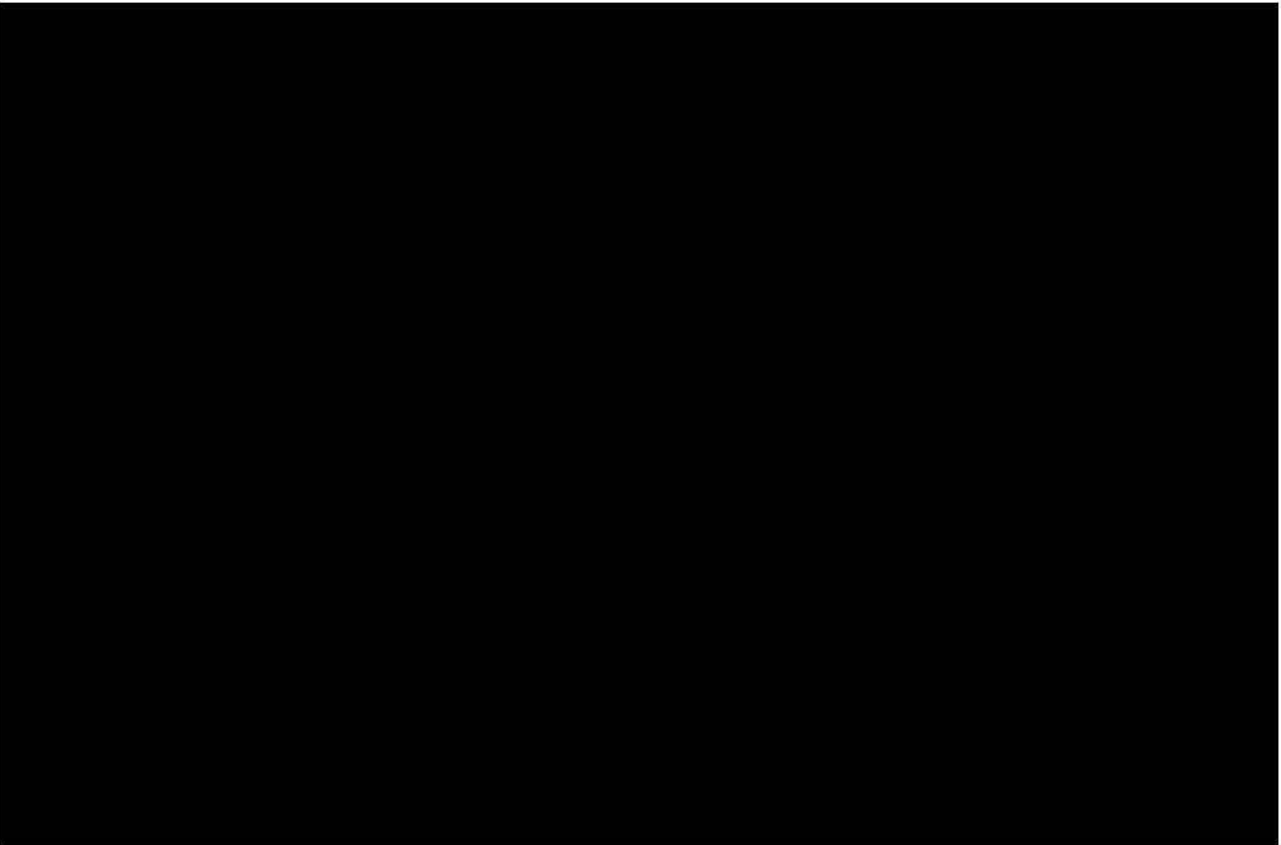
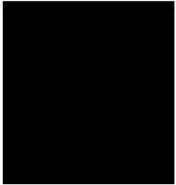
NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract remains unchanged in all other respects. This amendment shall become effective one business day following the day on which the Commission issues all necessary regulatory approval.

I. Terms

G. Subsequent Contract Prices. Beginning on the effective date of this amendment, and for each subsequent contract year:

1. Prices will be based on Customer's total volume of Priority Mail and Priority Mail Express shipped during the most recent full Contract Quarter, pursuant to the chart below.

[REDACTED]

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2. Customer shall receive a [REDACTED] discount off First-Class Package Service Commercial Base and First-Class Package Service Commercial Plus prices identified under a method specified by the Postal Service. Beginning six months following the effective date of this amendment, and for the remaining term of the contract, Customer will pay [REDACTED] on all of Customer's First-Class Package Service packages.
3. All discounted prices will be calculated by the Postal Service and rounded up to the nearest whole cent.
4. Prices will be calculated and implemented within 15 days of the start of the new quarter.
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IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by: _____

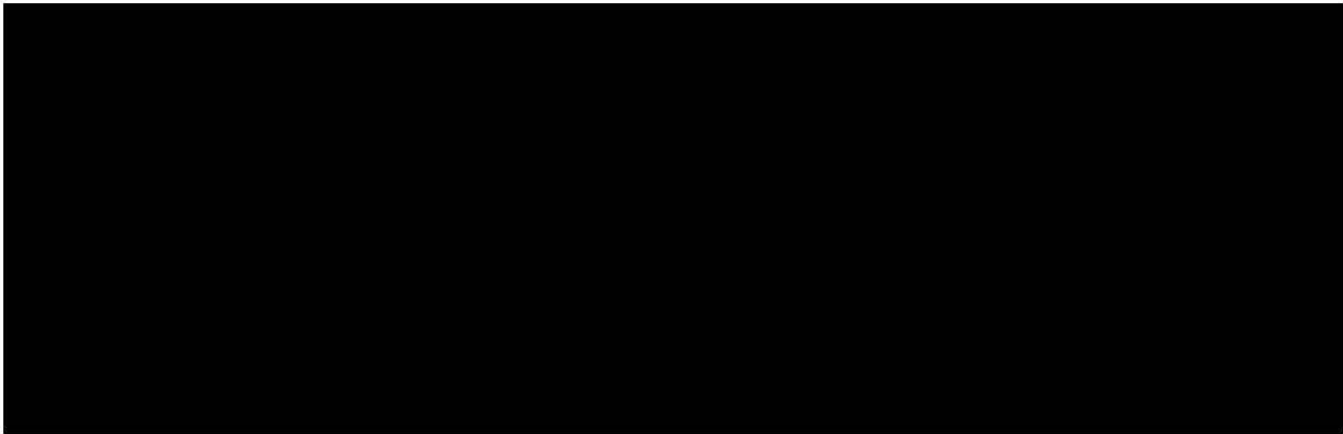


Printed Name: CLIFF RUCKER

Title: VICE PRESIDENT, SALES

Date: _____

4/22/15



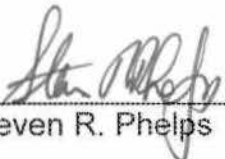
ATTACHMENT B

FINANCIAL CERTIFICATION

**Certification of Prices for Amendment to
Priority Mail Express, Priority Mail,
& First-Class Package Service Contract 2**

I, Steven R. Phelps, Manager, Regulatory Reporting and Cost Analysis, Finance Department, am familiar with the prices and terms for the amendment to Priority Mail Express, Priority Mail, & First-Class Package Service Contract 2. The amended prices and terms contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates (Governors' Decision No. 11-6).

I hereby certify, based on the financial analysis provided herewith, that the amended prices are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). They are expected to cover attributable costs. There should therefore be no subsidization of competitive products by market dominant products. The amended contract should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.



Steven R. Phelps